

OFFICE OF STATE PROCUREMENT

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MEMORANDUM

TO: All State Agencies, Boards and Commissions, Institutions of Higher Learning and

Cooperative Procurement Program Members

FROM: Joseph A. Giddis,

DATE: January 3, 2006

SUBJECT: Industrial Maintenance, Repair and Operating Contract

State of Arkansas Contract #SP-06-0186, WSCA/ Contract # 7066

The Office of State Procurement, through the Western States Contracting Alliance (WSCA), has entered into a new, competitively bid, <u>non-mandatory</u> discount off the catalogue contract with Grainger Industrial Supply for Industrial Maintenance, Repair and Operating (MRO) supplies. The contract provides just in time (JIT), one-stop-shopping for industrial MRO supplies. The contract will expedite the purchase and delivery of the majority of industrial MRO supplies while providing substantial commodity and administrative savings. Using the Arkansas Purchase Card, agencies can increase savings in administrative time, billing, and budgeting.

Please consider the concept of "total cost of acquisition" when utilizing this contract. Since Grainger offers next day, freight-free delivery on the majority of MRO supplies, agencies should re-evaluate existing inventory levels and any central warehousing and distribution programs. Grainger assumes this cost and function under this contract. The contract has been competitively bid by the Western States Contracting Alliance, and covers all levels of purchases, including those over \$25,000. Items covered by existing mandatory statewide or agency specific contracts, (Lamps, Ballasts, Air Conditioners, etc.), must be purchased from those contracts and are not to be purchased from the WSCA/Grainger contract until after the expiration of existing contracts. A list of mandatory and non-mandatory contracts is available on the OSP web page under http://www.arkansas.gov/dfa/procurement/pro_contracts.html

There are no changes in how the site is accessed. Go to the OSP web site and click on "WSCA Grainger".

The Arkansas-Grainger team is always available to provide user training upon request. Please contact your local Grainger location or Ms. Julia Shackelford. You may reach her at julia.shackelford@dfa.state.ar.us